



General Assembly

February Session, 2008

Raised Bill No. 424

LCO No. 1872

01872_____BA_

Referred to Committee on Banks

Introduced by:
(BA)

AN ACT CONCERNING NONRECOURSE MORTGAGES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (*Effective from passage*) (a) The Banking Commissioner
2 shall conduct a study to assess the availability and impact of
3 nonrecourse mortgages in the first and second residential mortgage
4 industry. For the purposes of this section, a "nonrecourse mortgage"
5 means any mortgage where the lender does not have the right to seek a
6 deficiency judgment from the homeowner in a foreclosure action.
- 7 (b) Not later than January 1, 2009, the commissioner shall report on
8 such study to the joint standing committee of the General Assembly
9 having cognizance of matters relating to banking, in accordance with
10 section 11-4a of the general statutes.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>from passage</i>	New section
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Statement of Purpose:

To require a study of nonrecourse mortgages.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]